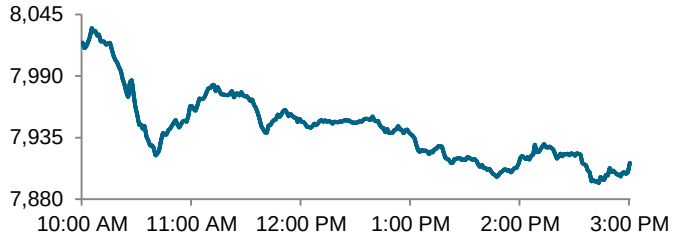
DAILY MARKETS OVERVIEW

2 SEPTEMBER 2019

Saudi Fransi Capital
Distinguished Service, Outstanding Performance

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,912	-1.3	-1.3	1.1	19.9
Saudi (NOMU)	3,893	-3.6	-3.6	54.5	21.5
Energy	4,672	0.7	0.7	-3.6	37.0
Materials	5,023	-0.3	-0.3	-4.4	25.3
Capital Goods	3,824	0.2	0.2	-2.0	32.5
Com. & Prof. Svc	4,390	0.6	0.6	6.1	20.0
Transportation	3,738	0.6	0.6	7.5	18.2
Cons. Durables & Apparel	3,509	-0.2	-0.2	-4.2	NA
Consumer Services	3,341	-0.5	-0.5	13.4	NA
Media	10,613	-1.3	-1.3	4.3	47.4
Retailing	7,068	-0.4	-0.4	2.9	33.5
Food & Staples Retailing	6,225	-0.8	-0.8	4.7	32.4
Food & Beverages	4,027	-1.4	-1.4	3.6	NA
Health Care Equipment	3,727	-1.2	-1.2	-0.8	27.1
Pharma, Biotech & Life Science	3,430	1.2	1.2	-11.6	NA
Banks	7,366	-2.6	-2.6	2.1	13.2
Diversified Financials	3,277	-0.7	-0.7	-5.8	NA
Insurance	4,233	0.7	0.7	1.4	NA
Telecommunication	6,329	0.0	0.0	17.1	20.9
Utilities	4,427	-0.1	-0.1	31.4	NA
REITs	3,769	-0.5	-0.5	4.0	15.3
Real Estate	3,051	-0.6	-0.6	-5.4	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Arabian Amiantit Co.	6.99	3.7%	71
Aldrees Petroleum & Transport Services Co.	46.40	2.9%	103
Saudi Vitrified Clay Pipes Co.	45.20	2.8%	2
Mobile Telecommunications Co. Saudi Arabia	12.02	2.6%	31
Arabian Pipes Co.	11.08	2.2%	18

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
The Company for Cooperative Insurance	8-Sep-19
Arabian Shield Cooperative Insurance Co.	11-Sep-19
National Medical Care Co.	15-Sep-19
National Gas and Industrialization Co.	16-Sep-19
Tihama Advertising and Public Relations Co.	17-Sep-19
Advanced Petrochemical Co.	17-Sep-19

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of September 2, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 1.3% lower at 7,912 while NOMU ended 3.6% lower at 3,893 on Sunday. TASI traded value totaled SAR 2.4bn and averaged SAR 4.9bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 52.2% of the daily traded value.
- MSCI Emerging Markets was closed for trading on Sunday.
- Banks and Materials declined 2.6% and 0.3%, respectively. Telecom ended flat. Pharma, Biotech & Life Science (up 1.2%) was the best performing sector. Among stocks, Saudi Arabian Amiantit Co. (2160/SAAC AB), Aldrees Petroleum & Transport Services Co. (4200/ALDREES AB), and Saudi Vitrified Clay Pipes Co. (2360/SVCP AB) led the gainers.
- The Saudi Arabian Monetary Authority (SAMA) revealed that Point-of-sale (POS) transactions in KSA saw a 19.0% Y/Y increase to SAR 22.8bn (USD 6.1bn) in July. Data showed that 129.7mn transactions were processed through nearly 404,200 points-of-sales in shopping malls, retail stores, and pharmacies. *(Source: Argaam)*
- According to the SAMA, KSA's general reserves went down by 15.3% Y/Y in July 2019. The general reserves amounted to SAR 497bn (USD 132bn) by the end of July 2019, versus SAR 573bn (USD 152bn) in the comparative period of 2018. *(Source: Zawya)*
- According to the Saudi General Authority for Statistics (GASTAT), prices of 79 goods and services in KSA declined Y/Y in July 2019, while prices of other 79 commodities increased. Prices of Indian cardamom jumped the most by 31.0% Y/Y, while local eggs saw the biggest drop at 12.0% Y/Y. *(Source: Argaam)*
- The General Entertainment Authority (GEA) launched a new online system which can process entertainment license applications at the touch of a button. The permits are aimed at encouraging investment in the country's entertainment sector as part of the Vision 2030 objectives. *(Source: Arabian Business)*
- Etihad Etisalat Co. (7020/EEC AB) stated that the firm is in talks with banks to refinance as much SAR 8.0bn (USD 2.1bn) of debt to lower borrowing costs. *(Source: Argaam)*

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Alujain corp.	22.10	-3.8%	5
Banque Saudi Fransi	33.75	-3.6%	7
National Commercial Bank	46.00	-3.5%	61
The Saudi British Bank	30.90	-3.4%	10
Arab National Bank	22.86	-3.1%	8

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	58.90	-2.6%	760
Alinma Bank	21.80	-0.9%	210
Saudi Basic Industries Corp.	99.70	-0.2%	116
Aldrees Petroleum & Transport Services Co.	46.40	2.9%	103
Saudi Arabian Amiantit Co.	6.99	3.7%	71

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,758	0.0	0.0	9.0	11.6
Abu Dhabi (ADX)	5,121	-0.9	-0.9	4.2	15.3
Kuwait (KSE)	5,445	0.0	0.0	5.0	17.1
Qatar (QE)	10,254	0.2	0.2	-0.4	14.8
Oman (MSM)	4,005	0.0	0.0	-7.4	8.2
Bahrain (BSE)	1,533	0.0	0.0	14.6	11.4
DJMENA Index	586	-0.3	-1.6	5.3	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,926	0.1	2.8	16.7	19.1
US (NASDAQ 100)	7,963	-0.1	2.7	20.0	21.9
UK (FTSE 100)	7,207	0.3	1.6	7.1	17.5
Germany (DAX)	11,939	0.8	2.8	13.1	19.7
France (CAC 40)	5,480	0.6	2.9	15.8	19.0
Russia (MICEX)	2,740	1.0	3.0	15.6	5.5
Japan (Nikkei)	20,704	1.2	0.0	3.4	14.5
Hong Kong (HSI)	25,725	0.1	-1.7	-0.5	10.0
South Korea (KOSPI)	1,968	1.8	1.0	-3.6	12.5
China (SHCOMP)	2,886	-0.2	-0.4	15.7	13.8
India (NIFTY)	11,023	0.7	1.8	1.5	23.2
Brazil (IBOV)	1,01,135	0.6	3.5	15.1	15.6
Turkey (BIST 100)	96,718	0.0	-0.4	6.0	7.7
Egypt (EGX30)	14,835	0.0	3.5	13.8	12.4
MSCI Emerging Markets	984	1.5	1.1	1.9	13.0
MSCI World	2,139	0.3	2.1	13.5	18.2

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude ($/bbl)	60.4	-1.1	1.8	12.3	-20.4
Natural Gas ($/mmbtu)	2.3	-0.5	6.3	-22.3	-14.4
Gold ($/oz)	1,520	-0.5	-0.4	18.5	26.6
Silver ($/oz)	18.4	0.6	5.5	18.6	24.9
Platinum ($/oz)	934	1.8	8.8	17.3	18.2
Copper ($/t)	5,656	-1.0	0.8	-4.9	-7.8
Zinc ($/t)	2,212	-2.8	-1.8	-12.2	-13.1
Lead ($/mt)	2,039	-1.1	-2.1	1.5	-1.4
Wheat ($/bu)	463	-2.2	-3.2	-8.1	-19.2
Corn ($/bu)	370	-0.4	0.5	-1.4	-4.8
Sugar ($/lb)	11.1	-0.6	-2.9	-7.4	-5.0

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.14	0.01	-0.67	0.00
Saudi Arabia	2.41	-0.01	-0.56	0.28
UAE	2.35	-0.09	-0.49	0.21
Kuwait	2.81	0.00	0.50	0.67
Qatar	2.73	-0.02	-0.18	0.59
Bahrain	3.07	0.00	-0.88	0.93

Source: Reuters

NOTES:(1) Prices updated as of September 2, 2019(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading mixed on Monday. China is up 1.1%. Japan is trading 0.3% lower while South Korea is up 0.2%. Hong Kong is trading 0.5% lower while India is closed for trading.
- GCC markets were mixed on Sunday. Dubai ended flat while Abu Dhabi declined 0.9%. Kuwait ended flat while Qatar closed 0.2% higher. Both Oman and Bahrain were closed for trading.
- According to reports, Abu Dhabi plans to issue U.S. dollar-denominated bonds this year, its first since 2017, as the Emirate seeks to take advantage of low rates to offset the impact of falling oil prices. *(Source: Zawya)*
- The Abu Dhabi's Department of Urban Planning and Municipalities (DPM) issued legislation to regulate the construction of private villas in Abu Dhabi, which aims to reduce construction costs for landowners. The new legalisation regulations are aligned with the Abu Dhabi Government Accelerators Programme, Ghadan 21, to review the infrastructure policies and reduce building costs. *(Source: Arabian Business)*
- The Abu Dhabi Department of Economic Development (ADDED) issued 3,854 new economic licences in 2Q19, as against 2,671 commercial licences issued during 2Q18, marking an increase of 44% Y/Y. A total of 1,947 new licences were issued in Abu Dhabi city, 567 in Al Ain city, and 87 in the Al Dhafra region, in addition to 1,171 Tajer Abu Dhabi – Golden Package licences, and 82 Instant licences. *(Source: Zawya)*
- The Central Bank of Oman revealed that Oman's petroleum activities contributed 37.1% more to the GDP in 2018 as compared to 2017. The CBO added that although the expansion was recorded across all major economic activities, the petroleum activities contributed majorly to the growth due to higher oil prices. *(Source: Zawya)*
- Abu Dhabi International Airport (AUH) stated that it has welcomed over 4.5mn passengers during the summer months, as the airport seeks to offer a wide range of attractive routes, smooth operational efficiency and high customer satisfaction. *(Source: Zawya)*
- Abu Dhabi General Services Company (Musanada) said that it has completed, in collaboration with Abu Dhabi City Municipality, all the works of Phase II of the AED 163mn (USD 44.5mn) internal road and infrastructure project at East 25, at Al Nahyan Camp area of Abu Dhabi. *(Source: Trade Arabia)*
- Oman's Raysut Industrial City announced that it has attracted total investments of more than OMR 422mn (USD 1.1bn). It added that the industrial city witnessed growing investment activity during 1H19. *(Source: Arabian Business)*

Coming Up

- UK's CIPS/PMI Manufacturing Index for August 2019 (prior: 48) will be announced today. *(Source: Econoday)*
- US jobless claims for the week ended August 31 (prior: 215K; consensus: 215K) will be announced on September 5. *(Source: Econoday)*
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended August 30 (prior: -10.0mn barrels) will be announced on September 5. *(Source: Econoday)*

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